

COSMOSTEEL HOLDINGS LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration Number: 200515540Z)
(the “**Company**”)

**QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL OF SINGAPORE EXCHANGE
SECURITIES TRADING LIMITED**

Background

Cosmosteel Holdings Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) was placed on the watch-list under the minimum trading price (“**MTP**”) entry criteria pursuant to Rule 1311(2) of the Listing Manual (the “**Listing Manual**”) of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) on 5 June 2017.

Pursuant to Rule 1313(2) of the Listing Manual, the Board of Directors of the Company (the “**Board**”) wishes to provide an update on its efforts and the progress made in meeting the MTP exit criteria as set out in Rule 1314(2) of the Listing Manual (the “**MTP Exit Criteria**”).

Update on Financial Situation

Please refer to the announcement released on 15 November 2017 for the financial year ended 30 September 2017 for an update on the Group’s financial position. As at 30 September 2017, the Group recorded a net loss before tax of S\$10,829,000.

Update on Future Direction and Other Material Development

There is no material development that may have a significant impact on the movement of the Company’s share price that would affect its position on the Watch-list or any other update on its future direction.

Update on Efforts for Satisfying MTP Exit Criterion

The Board has reviewed the available options to meet the MTP Exit Criteria. After considering factors such as the current volatile market conditions and global economic outlook, the Board is of the opinion that it is not the opportune time to make a decision as to which option will best serve the interests of the Company’s shareholders.

The Board will continue to make efforts and consider various options to meet the MTP Exit Criteria. At the opportune time, the Board will make a decision to the relevant options that will best serve the interests of the Company’s shareholders.

The Company is aware of the deadline given by SGX-ST for its removal from the watch-list and would like to reassure shareholders of the Company that it has and will endeavour to meet the MTP Exit Criteria.

The Company will update its shareholders on any material developments in due course and the Company will make further announcements as and when there are any subsequent developments.

BY ORDER OF THE BOARD

Ong Chin Sum
Chief Executive Officer and Executive Director
15 November 2017